STATE OF ILLINOIS ILLINOIS COMMERCE COMMISSION

UNION ELECTRIC COMPANY, :

d/b/a AmerenUE

: Docket No. 01-0447

Petition for special permission to place revised : tariff sheets into effect on less than 45 days notice. :

NOTICE OF FILING

Please take notice that today we have filed a Petition for Rehearing in the above-referenced proceeding.

Dated: June 28, 2001 Union Electric Company

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STATE OF ILLINOIS ILLINOIS COMMERCE COMMISSION

UNION ELECTRIC COMPANY,

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: I

Docket No. 01-0447

Petition for special permission to place revised

tariff sheets into effect on less than 45 days notice.

PETITION FOR REHEARING

Union Electric Company ("AmerenUE") hereby petitions the Commission for rehearing in the above-captioned matter for the purpose of reconsidering its June 19, 2001 Order (the "Order") regarding AmerenUE's request for special permission to place amendments to its Riders TC and PPOS into effect on less than 45 days notice. The Order largely rejects AmerenUE's request, and suggests to AmerenUE that, instead, AmerenUE should revise its tariffs to offer a 45 day open season to existing PPO customers to allow them to choose among several service options listed by the Commission in the Order.

AmerenUE does not have any existing PPO customers; accordingly, the changes suggested by the Commission are not necessary.

AmerenUE does request the Commission to reconsider its decision not to approve the suspension of AmerenUE's Riders TC and PPOS on the proposed terms. AmerenUE believes that the Commission has read the terms of the Public Utilities Act (the "Act") too narrowly. AmerenUE seeks to spur competition in its service territory by suspending its collection of a transition charge for at least two years. Since AmerenUE cannot predict with certainty the future behavior of the market, AmerenUE is not willing to commit to a suspension of transition charge collections beyond two years or to permanently waive its right to collect

such a charge. Accordingly, AmerenUE proposed a tariff suspension that would expire in two years.

The Order declines to accept a suspension, and suggests that the Act requires transition charges to be assessed continuously throughout the transition period. AmerenUE believes that this reading of the Act is too restrictive. The Commission should read the statute to mean that transition charge recovery cannot extend beyond a certain date -- not that a utility must calculate a charge throughout the entire transition period.

The Order's interpretation of the Act in this regard reflects no particular policy voiced to date, and AmerenUE does not believe that this view is reflected anywhere in the legislative history. The Order effectively requires utilities to select all or nothing stranded cost recovery: if a utility does not seek to recover the full amount of stranded costs possible over the remainder of the recovery period, then it cannot collect anything. Who does this serve to protect? Not ratepayers -- it incentivizes utilities to collect the maximum possible. Not utilities -- it means that utilities that to date have not sought recovery will never be able to do so. And not ARES -- it means that the transition charge, which ARES view as an impediment to competition, will be in effect throughout the entire transition period.

The Commission should not interpret the Act in a way that serves no constituency, and, in fact, hampers efforts to spur competition within the Ameren service territory.

WHEREFORE, for all the reasons stated herein, AmerenUE respectfully requests that the Commission reconsider its Order.

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Respectfully submitted,

Union Electric Company

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SERVICE LIST DOCKET NO. 01-0447

Chairman Richard L. Mathias Illinois Commerce Commission 527 East Capitol Avenue Springfield, IL 62701

Commissioner Ruth K. Kretschmer Illinois Commerce Commission 527 East Capitol Avenue Springfield, IL 62701 19 Commissioner Terry S. Harvill Illinois Commerce Commission 527 East Capitol Avenue Springfield, IL 62701

Commissioner Edward C. Hurley Illinois Commerce Commission 527 East Capitol Avenue Springfield, IL 62701

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CERTIFICATE OF SERVICE

I, Christopher W. Flynn, an attorney, hereby c	5
Rehearing on behalf of AmerenUE to be served on the attached Service List on this 28th day of	
June, 2001 via Federal Express.	
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	Christopher W. Flynn